

Message Text

UNCLASSIFIED

PAGE 01 NEW DE 06095 261433Z

64

ACTION NEA-10

INFO OCT-01 EUR-12 ISO-00 SP-02 USIA-15 AID-05 EB-07

NSC-05 CIEP-02 TRSE-00 SS-15 STR-04 OMB-01 CEA-01

CIAE-00 COME-00 FRB-01 INR-07 NSAE-00 XMB-04 OPIC-06

LAB-04 SIL-01 L-03 H-02 PA-02 PRS-01 ABF-01 FSE-00

/112 W

----- 119738

R 261225Z APR 76

FM AMEMBASSY NEW DELHI

TO SECSTATE WASHDC 5543

INFO AMEMBASSY LONDON

AMCONSUL MADRAS

AMCONSUL CALCUTTA

AMCONSUL BOMBAY

UNCLAS NEW DELHI 6095

PASS TREASURY AND FRB

E.O. 11652: N/A

TAGS: EFIN IN

SUBJECT: INDIAN RUPEE REVALUED FOR SECOND TIME THIS MONTH

REF (A) NEW DELHI 4947; (B) BOMBAY 0947

1. ON FRIDAY, APRIL 23, 1976, THE RESERVE BANK OF INDIA (RBI) ONCE AGAIN REVALUED THE INDIAN RUPEE, THIS TIME BY 2.42 PERCENT IN TERMS OF POUND STERLING. THIS IS THE SIXTH REVALUATION INCLUDING THAT OF SEPTEMBER 25, 1975, THE DAY ON WHICH THE RUPEE WAS DELINKED FROM STERLING AND WAS LINKED WITH A BASKET OF CURRENCIES.

2. THE NEW SPOT RATES FOR THE RUPEE ARE AS FOLLOWS:

BUYING RATE RS. 100 EQUALS 6.0970

UNCLASSIFIED

UNCLASSIFIED

PAGE 02 NEW DE 06095 261433Z

ONE POUND EQUALS RS. 16.45

SELLING RATE RS. 100 EQUALS 6.0423 POUNDS
ONE POUND EQUALS RS. 16.55

3. THIS YIELDS A NEW MIDDLE RATE OF
RS. 100 EQUALS 6.0606 POUNDS (ONE POND EQUALS
RS. 16.50) AS COMPARED TO THE
PREVIOUS RATE OF RS. 100 EQUALS 5.9172 POUNDS (ONE POUND EQUALS
RS. 16.90) AS FIXED ON APRIL 3, 1976 THIS
INDICATES A FURTHER APPRECIATION OF THE RUPEE VISA A VIS STERLING
BY 2.42 PERCENT AND BRINGS THE TOTAL TO 12.73 PERCENT
SINCE SEPTEMBER 25, 1975.

4. THE RBI WILL CONTINUE TO ALLOW FORWARD
BUYING OF STERLING FOR DELIVERY UPTO NINE MONTHS AT
A RATE TO BE DETERMINED BY ADDING A MARGIN OF 0.0125 POUNDS
FOR RS. 100 PER QUARTER OR PART THEREOF TO ITS SPOT BUYING
RATE. THE FORWARD RATES WOULD BE RS. 100 EQUALS 6.0915 POUNDS
6.1040 POUNDS, AND 6,1165 POUNDS FOR DELIVERY UPTO 3 MONTHS,
6 MONTHS AND 9 MONTHS RESPECTIVELY.

5. THE RUPEE-DOLLAR EXCHANGE RATE USED BY THE USDO
ROSE TO DOL 1.00 EQUAL RS. 9.09 ON FRIDAY, APRIL 23 AND FELL
BACK TO DOL 1.00 EQUAL RS. 8.93 ON MONDAY, APRIL 26. THE RBI
MOVE WAS EXPECTED IN VIEW OF THE DECLINING VALUE OF THE POUND
(ONE POUND EQUALS DOL 1.8295 ON APRIL 22).

6. COMMENT: IN SPITE OF WHAT WAS REPORTED IN
REFTEL B, I.E, A RUPEE RATE LINKED TO THE SDR, THE RBI HAS ONCE
AGAIN REVERTED TO ANNOUNCING THE NEW RATE IN TERMS OF
STERLING.SAXBE

UNCLASSIFIED

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: n/a
Control Number: n/a
Copy: SINGLE
Draft Date: 26 APR 1976
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Authority: n/a
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01 JAN 1960
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1976NEWDE06095
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: n/a
From: NEW DELHI
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1976/newtext/t19760420/aaaaaqpt.tel
Line Count: 92
Locator: TEXT ON-LINE
Office: ACTION NEA
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: n/a
Previous Handling Restrictions: n/a
Reference: n/a
Review Action: RELEASED, APPROVED
Review Authority: hackerp0
Review Comment: n/a
Review Content Flags:
Review Date: 21 MAY 2004
Review Event:
Review Exemptions: n/a
Review History: RELEASED <21 MAY 2004 by SilvaL0>; APPROVED <24 JAN 2005 by hackerp0>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
04 MAY 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: INDIAN RUPEE REVALUED FOR SECOND TIME THIS MONTH REF (A) NEW DELHI 4947; (B) BOMBAY 0947
TAGS: EFIN, IN
To: SECSTATE WASHDC
LONDON
MULTIPLE
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 04 MAY 2006